IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS TYLER DIVISION

ADJUSTACAM LLC,	§	
DI AINTELE	\$\text{\$\phi\$} \times \	
PLAINTIFF,	8 8	
V.	\$ \$	
	§ C	.A. NO. 6:10-cv-00329-LED
AMAZON.COM, INC.;	§	
AUDITEK CORPORATION;	§	
BALTIC LATVIAN UNIVERSAL	§	
ELECTRONICS, LLC D/B/A BLUE	§	
MICROPHONES, LLC D/B/A BLUE	§	
MICROPHONE;	§	
BLUE MICROPHONES, LLC;	§	
CDW CORPORATION F/K/A CDW	§	
COMPUTER CENTERS, INC.;	§	
CDW, INC.;	§	
COBRA DIGITAL, LLC;	§	
COMPUSA.COM, INC.;	§	
CREATIVE TECHNOLOGY LTD.;	§	
CREATIVE LABS, INC.;	§	
DELL, INC.;	§	
DIGITAL INNOVATIONS, LLC.;	§	
EASTMAN KODAK COMPANY;		
EZONICS CORPORATION D/B/A	§	
EZONICS CORPORATION USA D/B/A	§	
EZONICS;	§	
FRY'S ELECTRONICS, INC.;	\$\text{\tin}\text{\tetx{\text{\tetx{\text{\text{\text{\text{\text{\text{\text{\texi}\text{\text{\tin\text{\text{\text{\texitile}}\text{\text{\text{\text{\text{\ticlex{\text{\text{\texi}\text{\text{\texi}\text{\texitilex{\text{\texitilex{\texitt{\texi}\text{\texitilex{\tiinte\texit{\texi}\texitint{\texitilex{\tiinte\tint{\tiinte\tant{\texitilex{\t	
GEAR HEAD, LLC;	§	
HEWLETT-PACKARD COMPANY;	§	
INTCOMEX, INC.;	§	
JASCO PRODUCTS COMPANY LLC	§	
D/B/A JASCO PRODUCTS COMPANY		
D/B/A JASCO;	§	
JWIN ELECTRONICS CORPORATION;	§	
KLIP XTREME LLC;	§	
KMART CORPORATION;	§	
LIFEWORKS TECHNOLOGY GROUP,	§	
LLC;	§	
MACALLY PERIPHERALS, INC. D/B/A	\$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$	
MACALLY U.S.A.;	8	
MACE GROUP, INC.;	8	
MICRO ELECTRONICS, INC. D/B/A	§	

MICRO CENTER;	§	
NEW COMPUSA CORPORATION;	§	
NEWEGG, INC.;	§	
NEWEGG.COM, INC.;		
OFFICE DEPOT, INC.;	§ § §	
OVERSTOCK.COM, INC.;	§	
PHOEBE MICRO INC.;		
PROLYNKZ, LLC;	§ §	
RADIOSHACK CORPORATION;	§	
ROSEWILL INC.;	§	
SEARS BRANDS, LLC;	§ §	
SEARS HOLDINGS CORPORATION	§	
D/B/A SEARS;	§	
SEARS, ROEBUCK AND COMPANY;	§	
SAKAR INTERNATIONAL, INC.;	§	
SAKAR, INC.;	§	
SDI TECHNOLOGIES, INC.;	§	
SOFTWARE BROKERS OF AMERICA	§	
INC. D/B/A INTCOMEX CORPORATION	§	
D/B/A INTCOMEX;		
SYSTEMAX, INC. D/B/A COMPUSA;	§ §	
TARGET CORP.;	§	
TIGERDIRECT, INC.;	§	
TRIPPE MANUFACTURING COMPANY	§	
D/B/A TRIPP LITE;	\ \ \ \ \	
WAL-MART STORES, INC.;		
BEST BUY CO., INC. D/B/A BEST BUY	§	
D/B/A ROCKETFISH;	§	
BEST BUY STORES, LP;	§	
BESTBUY.COM, LLC;	§	JURY TRIAL DEMANDED
CONN'S, INC. D/B/A CONN'S;	§	
J&R ELECTRONICS, INC. D/B/A J&R	§	
KOHL'S CORPORATION D/B/A KOHL'S;	§	
KOHL'S ILLINOIS, INC.;	§	
SOLID YEAR CO., LTD. AND	§	
WALGREEN CO. D/B/A WALGREENS,	§	
	\$ \$ \$ \$ \$ \$	
DEFENDANTS.	§	

SEARS BRANDS, LLC, SEARS HOLDING CORPORATION D/B/A SEARS, AND SEARS ROEBUCK AND COMPANY'S FIRST AMENDED ANSWER AND COUNTERCLAIM TO PLAINTIFF'S FIRST AMENDED COMPLAINT FOR PATENT INFRINGEMENT

Defendants and Counterclaimants, Sears Brands, LLC, Sears Holding Corporation d/b/a Sears, and Sears Roebuck and Company's (collectively referred to herein as "Sears") file this their First Amended Answer and Counterclaim against Plaintiff and Counter Defendant AdjustaCam LLC ("Plaintiff") and would show the following:

PARTIES

- 1. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 1 of Plaintiff's First Amended Complaint (the "Complaint"), and therefore denies the same.
- 2. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 2 of the Complaint, and therefore denies the same.
- 3. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 3 of the Complaint, and therefore denies the same.
- 4. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 4 of the Complaint, and therefore denies the same.
- 5. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 5 of the Complaint, and therefore denies the same.

- 6. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 6 of the Complaint, and therefore denies the same.
- 7. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 7 of the Complaint, and therefore denies the same.
- 8. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 8 of the Complaint, and therefore denies the same.
- 9. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 9 of the Complaint, and therefore denies the same.
- 10. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 10 of the Complaint, and therefore denies the same.
- 11. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 11 of the Complaint, and therefore denies the same.
- 12. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 12 of the Complaint, and therefore denies the same.

- 13. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 13 of the Complaint, and therefore denies the same.
- 14. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 14 of the Complaint, and therefore denies the same.
- 15. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 15 of the Complaint, and therefore denies the same.
- 16. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 16 of the Complaint, and therefore denies the same.
- 17. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 17 of the Complaint, and therefore denies the same.
- 18. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 18 of the Complaint, and therefore denies the same.
- 19. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 19 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -5-

- 20. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 20 of the Complaint, and therefore denies the same.
- 21. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 21 of the Complaint, and therefore denies the same.
- 22. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 22 of the Complaint, and therefore denies the same.
- 23. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 23 of the Complaint, and therefore denies the same.
- 24. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 24 of the Complaint, and therefore denies the same.
- 25. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 25 of the Complaint, and therefore denies the same.
- 26. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 26 of the Complaint, and therefore denies the same.

- 27. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 27 of the Complaint, and therefore denies the same.
- 28. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 28 of the Complaint, and therefore denies the same.
- 29. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 29 of the Complaint, and therefore denies the same.
- 30. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 30 of the Complaint, and therefore denies the same.
- 31. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 31 of the Complaint, and therefore denies the same.
- 32. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 32 of the Complaint, and therefore denies the same.
- 33. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 33 of the Complaint, and therefore denies the same.

- 34. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 34 of the Complaint, and therefore denies the same.
- 35. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 35 of the Complaint, and therefore denies the same.
- 36. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 36 of the Complaint, and therefore denies the same.
 - 37. Sears admits the allegations contained in paragraph 37 of the Complaint.
 - 38. Sears admits the allegations contained in paragraph 38 of the Complaint.
 - 39. Sears admits the allegations contained in paragraph 39 of the Complaint.
- 40. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 40 of the Complaint, and therefore denies the same.
- 41. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 41 of the Complaint, and therefore denies the same.
- 42. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 42 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -8-

- 43. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 43 of the Complaint, and therefore denies the same.
- 44. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 44 of the Complaint, and therefore denies the same.
- 45. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 45 of the Complaint, and therefore denies the same.
- 46. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 46 of the Complaint, and therefore denies the same.
- 47. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 47 of the Complaint, and therefore denies the same.
- 48. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 48 of the Complaint, and therefore denies the same.
- 49. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 49 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -9-

- 50. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 50 of the Complaint, and therefore denies the same.
- 51. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 51 of the Complaint, and therefore denies the same.
- 52. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 52 of the Complaint, and therefore denies the same.
- 53. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 53 of the Complaint, and therefore denies the same.
- 54. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 54 of the Complaint, and therefore denies the same.
- 55. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 55 of the Complaint, and therefore denies the same.
- 56. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 56 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -10-

57. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 57 of the Complaint, and therefore denies the same.

JURISDICTION AND VENUE

- 58. Sears admits that Plaintiff has brought an action alleging patent infringement, but denies there is any basis in law or fact for such allegations contained in paragraph 58 of the Complaint. Sears further admits that jurisdiction for patent infringement is provided for under 28 U.S.C. §§ 1331 and 1338(a). To the extent that paragraph 58 of the Complaint contains additional factual allegations, Sears denies them.
- 59. Sears admits that, to the extent Plaintiff has sufficiently alleged a patent infringement cause of action, venue could be proper in this Court under the provisions of 28 U.S.C. §§ 1391(b), 1391(c) and/or 1400. To the extent that paragraph 59 of the Complaint contains additional factual allegations, Sears denies them.

COUNT I INFRINGEMENT OF U.S. PATENT NO. 5,855,343

- 60. Sears admits that U.S. Patent No. 5,855,343 ("the '343 Patent") is titled "Camera Clip," and has an issue date of January 5, 1999. To the extent that paragraph 60 of the Complaint contains additional factual allegations, Sears denies them.
- 61. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 61 of the Complaint, and therefore denies the same.
- 62. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 62 of the Complaint, and therefore denies the same.

- 63. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 63 of the Complaint, and therefore denies the same.
- 64. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 64 of the Complaint, and therefore denies the same.
- 65. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 65 of the Complaint, and therefore denies the same.
- 66. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 66 of the Complaint, and therefore denies the same.
- 67. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 67 of the Complaint, and therefore denies the same.
- 68. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 68 of the Complaint, and therefore denies the same.
- 69. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 69 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -12-

- 70. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 70 of the Complaint, and therefore denies the same.
- 71. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 71 of the Complaint, and therefore denies the same.
- 72. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 72 of the Complaint, and therefore denies the same.
- 73. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 73 of the Complaint, and therefore denies the same.
- 74. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 74 of the Complaint, and therefore denies the same.
- 75. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 75 of the Complaint, and therefore denies the same.
- 76. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 76 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -13-

- 77. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 77 of the Complaint, and therefore denies the same.
- 78. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 78 of the Complaint, and therefore denies the same.
- 79. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 79 of the Complaint, and therefore denies the same.
- 80. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 80 of the Complaint, and therefore denies the same.
- 81. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 81 of the Complaint, and therefore denies the same.
- 82. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 82 of the Complaint, and therefore denies the same.
- 83. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 83 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -14-

- 84. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 84 of the Complaint, and therefore denies the same.
- 85. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 85 of the Complaint, and therefore denies the same.
- 86. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 86 of the Complaint, and therefore denies the same.
- 87. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 87 of the Complaint, and therefore denies the same.
- 88. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 88 of the Complaint, and therefore denies the same.
- 89. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 89 of the Complaint, and therefore denies the same.
- 90. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 90 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -15-

- 91. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 91 of the Complaint, and therefore denies the same.
- 92. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 92 of the Complaint, and therefore denies the same.
- 93. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 93 of the Complaint, and therefore denies the same.
- 94. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 94 of the Complaint, and therefore denies the same.
- 95. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 95 of the Complaint, and therefore denies the same.
- 96. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 96 of the Complaint, and therefore denies the same.
- 97. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 97 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -16-

- 98. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 98 of the Complaint, and therefore denies the same.
- 99. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 99 of the Complaint, and therefore denies the same.
- 100. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 100 of the Complaint, and therefore denies the same.
- 101. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 101 of the Complaint, and therefore denies the same.
- 102. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 102 of the Complaint, and therefore denies the same.
- 103. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 103 of the Complaint, and therefore denies the same.
- 104. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 104 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -17-

- 105. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 105 of the Complaint, and therefore denies the same.
- 106. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 106 of the Complaint, and therefore denies the same.
- 107. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 107 of the Complaint, and therefore denies the same.
- 108. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 108 of the Complaint, and therefore denies the same.
- 109. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 109 of the Complaint, and therefore denies the same.
- 110. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 110 of the Complaint, and therefore denies the same.
- 111. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 111 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -18-

- 112. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 112 of the Complaint, and therefore denies the same.
- 113. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 113 of the Complaint, and therefore denies the same.
- 114. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 114 of the Complaint, and therefore denies the same.
- 115. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 115 of the Complaint, and therefore denies the same.
- 116. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 116 of the Complaint, and therefore denies the same.
- 117. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 117 of the Complaint, and therefore denies the same.
- 118. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 118 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -19-

- 119. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 119 of the Complaint, and therefore denies the same.
- 120. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 120 of the Complaint, and therefore denies the same.
- 121. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 121 of the Complaint, and therefore denies the same.
- 122. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 122 of the Complaint, and therefore denies the same.
- 123. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 123 of the Complaint, and therefore denies the same.
- 124. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 124 of the Complaint, and therefore denies the same.
- 125. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 125 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -20-

- 126. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 126 of the Complaint, and therefore denies the same.
- 127. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 127 of the Complaint, and therefore denies the same.
- 128. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 128 of the Complaint, and therefore denies the same.
- 129. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 129 of the Complaint, and therefore denies the same.
- 130. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 130 of the Complaint, and therefore denies the same.
- 131. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 131 of the Complaint, and therefore denies the same.
- 132. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 132 of the Complaint, and therefore denies the same.

- 133. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 133 of the Complaint, and therefore denies the same.
- 134. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 134 of the Complaint, and therefore denies the same.
- 135. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 135 of the Complaint, and therefore denies the same.
- 136. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 136 of the Complaint, and therefore denies the same.
- 137. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 137 of the Complaint, and therefore denies the same.
- 138. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 138 of the Complaint, and therefore denies the same.
- 139. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 139 of the Complaint, and therefore denies the same.

- 140. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 140 of the Complaint, and therefore denies the same.
- 141. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 141 of the Complaint, and therefore denies the same.
- 142. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 142 of the Complaint, and therefore denies the same.
- 143. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 143 of the Complaint, and therefore denies the same.
- 144. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 144 of the Complaint, and therefore denies the same.
- 145. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 145 of the Complaint, and therefore denies the same.
- 146. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 146 of the Complaint, and therefore denies the same.

- 147. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 147 of the Complaint, and therefore denies the same.
- 148. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 148 of the Complaint, and therefore denies the same.
- 149. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 149 of the Complaint, and therefore denies the same.
- 150. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 150 of the Complaint, and therefore denies the same.
- 151. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 151 of the Complaint, and therefore denies the same.
- 152. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 152 of the Complaint, and therefore denies the same.
- 153. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 153 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -24-

- 154. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 154 of the Complaint, and therefore denies the same.
- 155. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 155 of the Complaint, and therefore denies the same.
- 156. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 156 of the Complaint, and therefore denies the same.
- 157. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 157 of the Complaint, and therefore denies the same.
- 158. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 158 of the Complaint, and therefore denies the same.
- 159. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 159 of the Complaint, and therefore denies the same.
- 160. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 160 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -25-

- 161. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 161 of the Complaint, and therefore denies the same.
- 162. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 162 of the Complaint, and therefore denies the same.
- 163. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 163 of the Complaint, and therefore denies the same.
- 164. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 164 of the Complaint, and therefore denies the same.
- 165. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 165 of the Complaint, and therefore denies the same.
- 166. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 166 of the Complaint, and therefore denies the same.
- 167. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 167 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -26-

- 168. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 168 of the Complaint, and therefore denies the same.
- 169. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 169 of the Complaint, and therefore denies the same.
- 170. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 170 of the Complaint, and therefore denies the same.
- 171. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 171 of the Complaint, and therefore denies the same.
- 172. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 172 of the Complaint, and therefore denies the same.
- 173. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 173 of the Complaint, and therefore denies the same.
- 174. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 174 of the Complaint, and therefore denies the same.

- 175. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 175 of the Complaint, and therefore denies the same.
- 176. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 176 of the Complaint, and therefore denies the same.
- 177. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 177 of the Complaint, and therefore denies the same.
- 178. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 178 of the Complaint, and therefore denies the same.
- 179. Sears denies the allegations in paragraph 179 of the Complaint regarding Sears. To the extent that paragraph 179 of the Complaint contains additional factual allegations related to the other defendants, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 179 of the Complaint, and therefore denies the same.
- 180. Sears denies the allegations in paragraph 180 of the Complaint regarding Sears. To the extent that paragraph 180 of the Complaint contains additional factual allegations related to the other defendants, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 180 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -28-

- 181. Sears denies the allegations in paragraph 181 of the Complaint regarding Sears. To the extent that paragraph 181 of the Complaint contains additional factual allegations related to the other defendants, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 181 of the Complaint, and therefore denies the same.
 - 182. Sears denies the allegations in paragraph 182 of the Complaint regarding Sears.
- 183. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 183 of the Complaint, and therefore denies the same.
- 184. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 184 of the Complaint, and therefore denies the same.
- 185. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 185 of the Complaint, and therefore denies the same.
- 186. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 186 of the Complaint, and therefore denies the same.
- 187. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 187 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -29-

- 188. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 188 of the Complaint, and therefore denies the same.
- 189. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 189 of the Complaint, and therefore denies the same.
- 190. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 190 of the Complaint, and therefore denies the same.
- 191. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 191 of the Complaint, and therefore denies the same.
- 192. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 192 of the Complaint, and therefore denies the same.
- 193. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 193 of the Complaint, and therefore denies the same.
- 194. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 194 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -30-

- 195. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 195 of the Complaint, and therefore denies the same.
- 196. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 196 of the Complaint, and therefore denies the same.
- 197. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 197 of the Complaint, and therefore denies the same.
- 198. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 198 of the Complaint, and therefore denies the same.
- 199. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 199 of the Complaint, and therefore denies the same.
- 200. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 200 of the Complaint, and therefore denies the same.
- 201. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 201 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -31-

- 202. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 202 of the Complaint, and therefore denies the same.
- 203. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 203 of the Complaint, and therefore denies the same.
- 204. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 204 of the Complaint, and therefore denies the same.
- 205. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 205 of the Complaint, and therefore denies the same.
- 206. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 206 of the Complaint, and therefore denies the same.
- 207. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 207 of the Complaint, and therefore denies the same.
- 208. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 208 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -32-

- 209. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 209 of the Complaint, and therefore denies the same.
- 210. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 210 of the Complaint, and therefore denies the same.
- 211. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 211 of the Complaint, and therefore denies the same.
- 212. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 212 of the Complaint, and therefore denies the same.
- 213. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 213 of the Complaint, and therefore denies the same.
- 214. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 214 of the Complaint, and therefore denies the same.
- 215. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 215 of the Complaint, and therefore denies the same.

HOUSTON\2424695.1 -33-

- 216. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 216 of the Complaint, and therefore denies the same.
- 217. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 217 of the Complaint, and therefore denies the same.
- 218. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 218 of the Complaint, and therefore denies the same.
- 219. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 219 of the Complaint, and therefore denies the same.
- 220. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 220 of the Complaint, and therefore denies the same.
- 221. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 221 of the Complaint, and therefore denies the same.
- 222. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 222 of the Complaint, and therefore denies the same.
- 223. Sears denies the allegations in paragraph 223 of the Complaint regarding Sears.

 To the extent that paragraph 223 of the Complaint contains additional factual allegations related

HOUSTON\2424695.1 -34-

to the other defendants, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 223 of the Complaint, and therefore denies the same.

- 224. Sears denies the allegations in paragraph 224 of the Complaint regarding Sears. To the extent that paragraph 224 of the Complaint contains additional factual allegations related to the other defendants, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 224 of the Complaint, and therefore denies the same.
- 225. Sears denies the allegations in paragraph 225 of the Complaint regarding Sears. To the extent that paragraph 225 of the Complaint contains additional factual allegations related to the other defendants, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 225 of the Complaint, and therefore denies the same.
- 226. After reasonable investigation, Sears is without sufficient information or knowledge to form a belief as to the truth or falsehood of the allegations contained in paragraph 226 of the Complaint, and therefore denies the same.

PRAYER FOR RELIEF

227. Paragraphs (1) thru (7) of the Prayer for Relief of the Complaint are a request for relief, which do not require an admission or denial. In any event, Sears denies that Plaintiff is entitled to recover and/or receive any of the relief sought in paragraphs (1) thru (7) against, and as it relates to, Sears. To the extent that paragraphs (1) thru (7) contain factual allegations, Sears denies them. To the extent that paragraphs (1) thru (7) contain the request for relief with respect to the remaining defendants, Sears is without sufficient information or knowledge to form a

HOUSTON\2424695.1 -35-

belief as to the truth or falsehood of the request for relief with respect to the remaining defendants, and therefore denies the same.

DEMAND FOR JURY TRIAL

228. Plaintiff's request for a jury trial pursuant to Fed. R. Civ. P. 38 does not require an admission or denial. Sears also demands a jury trial pursuant to Fed. R. Civ. P. 38.

AFFIRMATIVE DEFENSES

- 229. Plaintiff has failed to allege facts sufficient to state a claim against Sears.
- 230. Sears has not and does not (i) literally infringe, (ii) infringe under the doctrine of equivalents, (iii) contributorily infringe, or (iv) induce infringement of the '343 Patent.
- 231. The claims of the '343 Patent are invalid and unenforceable under the patent laws, including the provisions of 35 U.S.C. §§ 101, 102, 103, and 112, particularly when those claims are sought to be interpreted to cover the business activities of Sears.
 - 232. Plaintiff's claims are barred by the equitable doctrine of laches.
 - 233. Plaintiff's claims are barred by the equitable doctrine of estoppel.
 - 234. Plaintiff's claims are barred in whole or in part by 35 U.S.C. § 286.
- 235. Upon information and belief, the patent owner did not mark articles covered by the claims of the patents-in-suit in accordance with 35 U.S.C. § 287.
 - 236. On information and belief, Plaintiff's claims are barred by patent misuse.
- 237. Plaintiff's claims are barred in whole or in part by the doctrine of prosecution history estoppel.
- 238. Some or all of the Defendants have been improperly joined in a single action and Sears asserts its right to a separate trial.
- 239. Plaintiff has failed to join necessary and/or indispensable parties in the present action as required by the Federal Rules of Civil Procedure.

240. To the extent that any of Plaintiff's allegations of infringement are premised on the alleged use, sale, or offer for sale of methods, systems, apparatus, and/or products that were manufactured by or for a licensee of Plaintiff or its predecessors-in-interest and/or provided to Sears by or through a licensee of Plaintiff or its predecessors-in-interest, or under a covenant not to sue, such allegations are barred pursuant to license and/or exhaustion.

COUNTERCLAIM

For their Counterclaims, Sears Brands, LLC, Sears Holding Corporation d/b/a Sears, and Sears Roebuck and Company's (collectively "Sears") allege as follows:

Declaration of Patent Non-Infringement, Invalidity and Unenforceability

- 1. This counterclaim arises under 28 U.S.C. §§ 2201 and 2202, and this Court has jurisdiction under the laws of the United States concerning actions relating to patents, 28 U.S.C. § 1338(a). There is an actual justiciable controversy between Sears and Plaintiff concerning the alleged infringement, validity, scope and enforceability of U.S. Patent No. 5,855,343 ("the '343 Patent"). Jurisdiction is also conferred upon this Court in that this counterclaim arises out of the same transaction that is the subject matter of the Complaint.
- 2. Venue is proper in this Court under Title 28, U.S.C. §1391 (b) and (c), in that the claims arose within this Judicial District.
- 3. Plaintiff claims to be the present owner of all right, title and interest in and to the '343 Patent, including the right to sue and recover damages for infringement.
- 4. Plaintiff has asserted that activities of Sears in the United States infringe the '343 Patent.
- 5. On information and belief, the '343 Patent is invalid and void under the provisions of 35 U.S.C. §§ 101, 102, 103, and/or 112, as set forth specifically in the affirmative defenses of the Original Answer to Plaintiff's Complaint to which this counterclaim is appended.

6. Plaintiff has, in bad faith, knowingly undertaken to enforce the '343 Patent against

Sears while knowing that the '343 Patent is invalid.

7. Sears has not infringed and is not infringing any claim of the '343 Patent.

8. Plaintiff has, in bad faith, knowingly undertaken to enforce the '343 Patent against

Sears while knowing that the '343 Patent is not infringed.

9. Therefore, because of the foregoing, there exists an actual controversy between

the parties as to the validity, enforceability, and infringement of the '343 Patent to which Sears

requests a declaratory judgment in its favor.

10. Based upon the foregoing conduct of Plaintiff, this is an exceptional case under 35

U.S.C. § 285.

11. As a result of Plaintiff's conduct and 28 U.S.C. § 2202, Sears is entitled to recover

attorneys' fees.

PRAYER

WHEREFORE, Defendants, Sears Brands, LLC, Sears Holding Corporation d/b/a Sears,

and Sears Roebuck and Company pray that:

a. Plaintiff's Complaint be dismissed in its entirety, with prejudice;

b. A holding of non-infringement of the '343 Patent be entered relating to Sears;

c. United States Patent No. 5,855,343 be declared invalid;

d. The Court find this to be an exceptional case; and

e. Plaintiff be ordered to pay attorneys' fees and costs to Sears and any such

additional amount that appears reasonable to the Court.

Dated: October 5, 2010.

Respectfully submitted,

BRACEWELL & GIULIANI LLP

By: /s/ John H. Barr, Jr.
John H. Barr, Jr.

Attorney-in-Charge State Bar No. 00783605 711 Louisiana, Suite 2300 Houston, Texas 77002 (713) 223-2300 - Telephone (713) 221-1212 - Facsimile

ATTORNEY FOR DEFENDANTS SEARS BRANDS, LLC., SEARS HOLDING CORPORATION D/B/A SEARS, AND SEARS, ROEBUCK AND COMPANY

Of counsel:

Christopher A. Shield State Bar No. 24046833 John A. Yates State Bar No. 24056569 Bracewell & Giuliani LLP 711 Louisiana, Suite 2300 Houston, Texas 77002 (713) 223-2300 - Telephone (713) 221-1212 - Facsimile

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document has been forwarded to all counsel of record pursuant to the Federal Rules of Civil Procedure on the 5th day of October, 2010.

John J. Edmonds	Androw W. Sponglar
Michael J. Collins	Andrew W. Spangler
	Spangler Law P.C. 208 N. Green Street, Suite 300
Henry M. Pogorzelski Erick Scott Robinson	
	Longview, Texas 75601
Collins, Edmonds & Pogorzelski, PLLC	spangler@spanglerlawpc.com
1616 S. Voss Road, Suite 125	(Attorney for Plaintiff, AdjustaCam, LLC)
Houston, Texas 77057	
jedmonds@cepiplaw.com	
mcollins@cepiplaw.com	
hpogorzeksli@cepiplaw.com	
erobison@cepiplaw.com	
(Attorneys for Plaintiff, Adjustacam, LLC)	
James E. Caringan	David W. Dananhara
James E. Geringer Salumeh R. Loesch	David W. Denenberg Davidoff Malito & Hutcher LLP
Klarquist Sparkman LLP	200 Garden City Plaza, Suite 315
121 SW Salmon Street, Suite 1600	Garden City, New York 11530
Portland, Oregon 97204	dwd@dmlegal.com
James.Geringer@klarquist.com	(Attorney for Defendants, Compusa.com, Inc.,
Salumeh.loesch@klarquist.com	New Compusa Corporation, Systemax, Inc.
(Attorney for Defendant, Amazon.com. Inc.)	d/b/a Compusa and Tigerdirect, Inc.)
Anthony S. Gabrielson	Scott F. Partridge
Benjamin T. Horton	Roger J. Fulghum
Thomas L. Duston	Baker Botts L.L.P.
Marshall Gerstein & Borun	910 Louisiana
233 S. Wacker Dr.	Suite 3000 One Shell Plaza
6300 Sears Tower	Houston, Texas 77002
Chicago, Illinois 60606	scott.partridge@bakerbotts.com
agabrielson@marshallip.com	roger.fulghum@bakerbotts.com
bhorton@marshallip.com	-
tduston@marshallip.com	Paula Diane Heyman
(Attorneys for Defendants, CDW Corporation	Baker Botts LLP
f/k/a CDW Computer Centers, Inc., CDW,	98 San Jacinto Blvd., Suite 1500
Inc. and CDW, LLC)	Austin, Texas 78701
	paula.heyman@bakerbotts.com
	(Attorneys for Defendant, Dell, Inc.)

	,
Justin N. Stewart	Jennifer P. Ainsworth
Zarian Midgley & Johnson, PLLC	Wilson Robertson & Cornelius PC
960 Broadway Ave., Suite 250	909 ESE Loop 323, Suite 400
Boise, Idaho 83706	P.O. Box 7339
stewart@zarianmidgley.com	Tyler, Texas 75711
(Attorney for Defendants Newegg, Inc.,	jainsworth@wilsonlawfirm.com
Newegg.com, Inc. and Rosewill Inc.)	(Attorney for Defendant, Eastman Kodak
	Company)
Ezra Sutton	Michael C. Smith
Ezra Sutton & Associates, PA	Siebman Burg Phillips & Smith, LLP
900 Route 9 North	113 East Austin Street
Woodbridge, New Jersey 07095	P.O. Box 1556
esutton@ezrasutton.com	Marshall, Texas 75671-1556
(Attorney for Defendants, Fry's Electronics,	michaelsmith@siebman.com
Inc., Sakar International, Inc. and Sakar, Inc.)	
	Peter I. Sanborn
Steven R. Daniels	Holland & Knight LLP
Dechert LLP	10 St. James Avenue, 11 th Floor
300 West 6 th Street, Suite 1850	Boston, Massachusetts 02116
Austin, Texas 78701	peter.sanborn@hklaw.com
steven.daniels@dechert.com	perezioani di iniami doni
(Attorney for Defendants, Fry's Electronics,	R David Donoghue
Inc., Hewlett-Packard Company, Micro	Holland & Knight LLP
Electronics, Inc. d/b/a Micro Center and	131 S. Dearborn Street, 30 th Floor
Office Depot, Inc.)	Chicago, Illinois 60603
	david.donoghue@hklaw.com
	(Attorneys for Defendants, Jasco Products
	Company LLC d/b/a Jasco Products Company
	d/b/a Jasco a/k/a Jasco Products Company,
	Target Corporation and Radioshack
	Corporation)
Brian Craft	Phoebe Micro Inc.
Eric H. Findlay	c/o Peter Sedyuen Lui (pro se)
Findlay Craft, LLP	Phoebe Micro Inc.
6760 Old Jackson Highway, Suite 101	47606 Kato Road
Tyler, TX 75703	Fremont, California 94538
efindlay@findlaycraft.com	peter.lui@phoebemicro.com
bcraft@findlaycraft.com	(Attorney Pro Se for Defendant, Phoebe Micro
(Attorney for Defendants, Fry's Electronics,	Inc.)
Inc., Hewlett-Packard Company, Micro	
Electronics, Inc. d/b/a Micro Center and	
Office Depot, Inc.)	
Cinto Dopon, mon	

Victor deGyarfas Foley & Lardner 555 S. Flower Street, Suite 3500 Los Angeles, California 90071 vdegyarfax@foley.com (Attorney for Defendant, Wal-Mart Stores, Inc.)	David L. De Bruin Larry Saret Michael Best & Freidrich LLP 180 N. Stetson Avenue, Suite 2000 Chicago, Illinois 60601 dldebruin@michaelbest.com llsaret@michaelbest.com
	(Attorneys for Defendant, Trippe Manufacturing Company d/b/a Tripp Lite)
Russell T. Wong	Collin M. Maloney
Wong, Cabello, Lutsch, Rutherford &	Ireland Carroll & Kelley
Brucculeri	6101 S. Broadway, Suite 500
20333 SH 249, Suite 600 Houston, Texas 77070	Tyler, Texas 75703 fedserve@icklaw.com
rwong@counselip.com	(Attorney for Defendants, Lifeworks
(Attorney for Defendants, Intcomex, Inc.,	Technology Group, LLC)
Klip Extreme LLC and Software Brokers of	,
America Inc. d/b/a Intcomex Corporation	
d/b/a Intcomex)	
Michael E. Jones	Kent M. Adams
Allen F. Gardner	John Lynd
Potter Minton PC	Lewis Brisbois Bisgaard & Smith, L.L.P.
110 N. College, Suite 500	3355 West Alabama, Suite 400
P.O. Box 359	Houston, Texas 77098
Tyler, Texas 75710	kadams@lbbslaw.com
mikejones@potterminton.com	jlynd@lbbslaw.com
allengardner@potterminton.com	(Attorney for Defendant, Conn's, Inc. d/b/a
(Attorney for Defendant, Jwin Electronic Corporation)	Conn's)
Corporation)	

/s/ John H. Barr, Jr.
John H. Barr, Jr.